Minutes – Executive Policy Committee – July 8, 2015

Report – Standing Policy Committee on Infrastructure Renewal and Public Works – June 23, 2015

Item No. 2 Award of Contract for Biosolids Transportation from North End Water Pollution Control Centre (NEWPCC) Dewatering Facility to Brady Road Landfill

EXECUTIVE POLICY COMMITTEE RECOMMENDATION:

The Executive Policy Committee concurred in the recommendation of the Standing Policy Committee on Infrastructure Renewal and Public Works and submitted the following to Council:

1. That a contract for Bid Opportunity No. 355-2015 for the period from January 1, 2016 to December 31, 2020 be awarded to Wintec Building Services Inc., the lowest responsive bidder meeting the specifications in the annual amount of $1,286,830.00*, GST and MRST extra as applicable.

   (*annual adjustments apply).

2. That the Proper Officers of the City be authorized to do all things necessary to implement the intent of the foregoing.

Report – Standing Policy Committee on Infrastructure Renewal and Public Works – June 23, 2015

DECISION MAKING HISTORY:

Moved by Councillor Mayes,

That the recommendation of the Standing Policy Committee on Infrastructure Renewal and Public Works be concurred in and forwarded to Council.

Carried

STANDING COMMITTEE RECOMMENDATION:

On June 23, 2015, the Standing Policy Committee on Infrastructure Renewal and Public Works concurred in the recommendation of the Winnipeg Public Service and submitted the matter to the Executive Policy Committee and Council.

ADMINISTRATIVE REPORT

Title: **AWARD OF CONTRACT FOR BIOSOLIDS TRANSPORTATION FROM NORTH END WATER POLLUTION CONTROL CENTRE (NEWPCC) DEWATERING FACILITY TO BRADY ROAD LANDFILL BID OPPORTUNITY NO. 355-2015**

Critical Path: **The Standing Policy Committee on Infrastructure Renewal and Public Works, Executive Policy Committee, Council**

AUTHORIZATION

Author	Department Head	CFO	CAO/COO
Chris Carroll, P. Eng., Manager of Wastewater Services	T. W. Shanks, P. Eng. Acting Director, Water and Waste Department	M. Ruta	M. Jack COO

RECOMMENDATIONS

That a contract for Bid Opportunity No. 355-2015 for the period from January 1, 2016 to December 31, 2020 be awarded to Wintec Building Services Inc., the lowest responsive bidder meeting the specifications in the annual amount of $1,286,830.00*, GST and MRST extra as applicable.

(*annual adjustments apply).

REASON FOR THE REPORT

The award of a multi-year contract greater than $5M for which there are not yet funds approved by Council must be authorized by Council in accordance with Section B8.2.3 of the City of Winnipeg Materials Management Policy, which states that the appropriate Standing Committee shall forward a recommendation to Council including where appropriate, a recommendation for funding the difference between the budgetary provision and the monetary consideration to be paid by the City pursuant to the proposed contract.

The total conditional amount to be paid by the City pursuant to the contract is estimated to be approximately $1,286,830.00 annually*, GST and MRST extra as applicable. The total conditional amount for the five year period from January 1, 2016 to December 31, 2020 is estimated to be $6,434,150.00* GST and MRST extra as applicable. The contract is for a hauling service that obligates the City to request hauling services on an “as required” basis.

(*annual adjustments apply).

EXECUTIVE SUMMARY

This report is for the award of a contract to Wintec Building Services Inc. for the Biosolids Transportation from the North End Water Pollution Control Centre (NEWPCC) Dewatering Facility to Brady Road Landfill for the period from January 1, 2016 to December 31, 2020. The procurement is through the Bid Opportunity process. This is a multi-year contract for a period of five (5) years for hauling service that obligates the City to request hauling service on an "as required" basis. The Unit Prices for Years 2, 3, 4 and 5 will be increased or decreased by the percentage increase or decrease in the weighted average of Statistics Canada Consumer Price Index for Transportation for Manitoba (CPIT) and Diesel fuel price index for Manitoba (DFI).

IMPLICATIONS OF THE RECOMMENDATIONS

Funding for this project is included in the annual Current Budget – Sewage Disposal System Fund Sludge Disposal – Account Distribution No. 444-521020-201111-999.

HISTORY

The Work to be done under the Contract shall consist of the year round transportation of Biosolids dewatered by the Biosolids Dewatering Facility at the North End Water Pollution Control Centre (NEWPCC) located at 2230 Main Street in the City of Winnipeg and co disposal of Biosolids at Brady Road Resource Management Facility for the period from January 1, 2016 until December 31, 2020, with the option of two (2) mutually agreed upon two (2) year extensions.

The Bid Opportunity closed on May 5, 2015, with bids being received for a 1 year period of January 1 to December 31, 2016 as follows:

WinTec Building Services Inc.	$1,286,830.00
Mulder Construction & Materials Ltd.	$1,392,620.00
D&D Excavating &Hauling Ltd.	$1,822,500.00

Pre-bid Estimate $1,300,000.00

Notwithstanding C11 of the Bid Opportunity documents, the Unit Prices for Year 2, Year 3, Year 4 and Year 5 will be increased or decreased by the percentage increase or decrease in the weighted average of Statistics Canada Consumer Price Index for Transportation for Manitoba (CPIT) and adjusted as per Addendum 3 of the Bid Opportunity documents for Diesel fuel price indexes for Manitoba (DFI).

Wastewater Services staff of this Department are satisfied that the low Bidder has the necessary resources to perform all of the work in accordance with the requirements of the specifications. The low Bidder has satisfactorily carried out previous works of a similar nature.

The recommended Contractor has a (COR) Certificate of Recognition provided by the Construction Safety Association of Manitoba, Certification No. 55802-15.

The requirements for Bid and Performance Securities, and the execution of a formal contract were waived by the Manager of Materials for this purchase in accordance with the authority delegated to the Manager of Materials pursuant to Administrative Standard FM-002.

The bid recommended for acceptance is the low bid meeting all requirements of the specifications. This offer is open for acceptance until July 4, 2015.

FINANCIAL IMPACT

Financial Impact Statement

Date: May 15, 2015

Project Name:

First Year of Program **2016**

AWARD OF CONTRACT FOR BIOSOLIDS TRANSPORTATION FROM NORTH END WATER POLLUTION CONTROL CENTRE (NEWPCC) DEWATERING FACILITY TO BRADY ROAD LANDFILL, BID OPPORTUNITY NO. 355-2015

	2016	2017	2018	2019	2020
Capital					
Capital Expenditures Required	$ -	$ -	$ -	$ -	$ -
Less: Existing Budgeted Costs	-	-	-	-	-
Additional Capital Budget Required	$ -	$ -	$ -	$ -	$ -
Funding Sources:					
Debt - Internal	$ -	$ -	$ -	$ -	$ -
Debt - External	-	-	-	-	-
Grants (Enter Description Here)	-	-	-	-	-
Reserves, Equity, Surplus	-	-	-	-	-
Other - Enter Description Here	-	-	-	-	-
Total Funding	$ -	$ -	$ -	$ -	$ -
Total Additional Capital Budget Required	$ -				
Total Additional Debt Required	$ -				
Current Expenditures/Revenues					
Direct Costs	$ 1,286,830	$ 1,286,830	$ 1,286,830	$ 1,286,830	$ 1,286,830
Less: Incremental Revenue/Recovery	-	-	-	-	-
Net Cost/(Benefit)	$ 1,286,830	$ 1,286,830	$ 1,286,830	$ 1,286,830	$ 1,286,830
Less: Existing Budget Amounts	1,286,830	1,286,830	1,286,830	1,286,830	1,286,830
Net Budget Adjustment Required	$ -	$ -	$ -	$ -	$ -

Additional Comments: Funding for this project is included in the annual Current Budget – Sewage Disposal System Fund Sludge Disposal – Account Distribution No. 444-521020-201111-999. Funding will be included in future Current Budget submissions

Notwithstanding C11 of the Bid Opportunity documents, the Unit Prices for Year 2, Year 3, Year 4 and Year 5 will be increased or decreased by the percentage increase or decrease in the weighted average of Statistics Canada Consumer Price Index for Transportation for Manitoba (CPIT) and adjusted as per Addendum 3 of the Bid Opportunity documents for Diesel fuel price indexes for Manitoba (DFI).

"Original signed by M. L. Geer, CA"

Moira L. Geer, C. A.
Manager of Finance and Administration

js
11-May-15

CONSULTATION

In preparing this report there was consultation with:

Legal Services Department, (as to legal issues)

OURWINNIPEG POLICY ALIGNMENT

This report is in accordance with the OurWinnipeg policies through reducing the environmental impact of Biosolids disposal as per Province of Manitoba Environment Act Licence #1089E RR.

This award is for the year round transportation of Biosolids dewatered by the Biosolids Dewatering Facility at the North End Water Pollution Control Centre (NEWPCC) located at 2230 Main Street in the City of Winnipeg and co disposal of Biosolids at Brady Road Resource Management Facility project. This is a multi-year contract for a period of five (5) years for hauling service that obligates the City to order hauling service on an “as required” basis.

OurWinnipeg Reference: Environment

SUBMITTED BY

Water and Waste Department
Wastewater Services Division
Prepared by: J. Hwang, P. Eng.
Date: May 19, 2015
File No. S-877

c: Director of Legal Services/City Solicitor, Legal Services Department (email**)**
Manager of Materials, Corporate Finance Department (email)
WWD-Report-Processor (email)
L. Toews, Water and Waste Department (email)